

Minneapolis Community Development Agency

Request for City Council Action

Date: March 4, 2003

To: Council Member Lisa Goodman, Community Development Committee

Prepared by Dollie Crowther, Senior Project Coordinator, Phone 612-673-5263

Approved by Lee Sheehy, MCDA Executive Director
Chuck Lutz, MCDA Deputy Executive Director _____

Subject: Increase 2003 MCDA Appropriation in Fund FNA for the Franklin-Portland Gateway Phase I Project

Previous Directives: On June 21, 2002 the MCDA Board of Commissioners approved \$500,000 for the Franklin-Portland Gateway Phase I project.

Ward: 6

Neighborhood Group Notification: Ventura Village approved the project on February 13, 2001.

Consistency with *Building a City That Works*: Consistent with Goal 2, Objective A, to preserve and expand the number of affordable housing units throughout the City.

Comprehensive Plan Compliance: Complies.

Zoning Code Compliance: Complies.

Impact on MCDA Budget: (Check those that apply)

- ☐ No financial impact
- ☐ Action requires an appropriation increase to the MCDA Budget
- ☐ Action provides increased revenue for appropriation increase
- ☐ Action requires use of contingency or reserves
- ☒ Other financial impact (Explain):

\$500,000 will be disbursed from the Multi-family Rental and Cooperative Housing Program.

Crown Roller Mill,
105 Fifth Ave. S., Suite 200
Minneapolis, MN 55401-2534
Telephone: (612) 673-5095
TTY: (612) 673-5154
Fax: (612) 673-5100
www.mcda.org

Living Wage / Business Subsidy: Not applicable.

Job Linkage: Not applicable.

Affirmative Action Compliance: Will comply.

RECOMMENDATION:

City Council Recommendation: The Executive Director recommends that the City Council amend the 2003 MCDA Appropriation to increase the appropriation in Fund FNA (Neighborhood Development Account) by \$400,000 from available fund balance.

Background/Supporting Information

In June 2002, the MCDA Board of Commissioners approved \$500,000 for the Franklin Portland Gateway Phase I Project. The breakdown of the funds was \$100,000 of HOME Funds and \$400,000 from the Development Account (FNA). These Development Account funds were allocated by the City Council to Multifamily affordable housing in 2000. The accompanying action to increase the 2003 MCDA Appropriation in Fund FNA did not occur at that time.

This action requests an increase in the 2003 MCDA Appropriation in Fund FNA (Development Account) so that the funds may be disbursed for project expenses on the construction of the Franklin-Gateway Phase I Project.